

Sta... of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director

JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program Report Date: November 13, 2006

Supervisor

Permit number: M0470013 Mine Name: Ziegler Chemical and Mineral Operations Inspection Date: October 31, Operator Name: Ziegler Chemical and Mineral

2006

Time: 9:20-10:45 AM

Weather: Clear, 40's

Inspector(s): Paul Baker

Other Participants: Valyn Davis (Ziegler)

Mine Status: Active

Enforcement **Elements of Inspection** Evaluated Comment 1. Permits, Revisions, Transfer, Bonds 2. Public Safety (shafts, adits, trash, signs, highwalls) 3. Protection of Drainages / Erosion Control 4. Deleterious Material 5. Roads (maintenance, surfacing, dust control, safety) 6. Concurrent Reclamation 7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes) 8. Water Impoundments 9. Soils 10. Revegetation 11. Air Quality 12. Other

Purpose of Inspection:

The BLM recently approved an exploration proposal which had not been submitted to the Division. I was concerned the operator might have been conducting exploration without approval.

Inspection Summary:

1. Permits, Revisions, Transfer, Bonds

On September 18, 2006, the Division received a copy of a letter addressed to the BLM requesting approval to drill on the North Cowboy Vein. The Division sent a letter to the operator asking for more complete information and also asking for a minerals exploration progress report.

6. Concurrent Reclamation

The operator has completed most reclamation at the Cowboy Mine. The access road was gouged (Photo 1), and facilities have been reclaimed except the building shown in Photo 2. Surface preparation has not been done except on the access road, and the operator has not yet seeded any of the site.

12. Other

The operator had planned to do exploration drilling at the mine on the Cowboy South Vein nearest SR 45 but decided not to pursue this plan. Instead, a previously-approved shaft is being dug on the Cowboy North Vein to the northwest of the existing facilities (Photos 3-4). Excavation is being done with hand tools—chipping hammers, shovels, buckets, etc.

Inspection Date: October 31, 2006; Report Date: November 8, 2006

Page 2 of 2 M0470013

Conclusions and Recommendations:

The gouging that was done on the access road does not cover the entire area. The gouged areas look very nice, but there are spaces between the gouges where it is unlikely anything will grow. The operator should consider re-preparing the surface on the access road. In the future, surface preparation should cover essentially the entire area that will be seeded.

Although I prefer gouging as a roughening technique, it may be more economical to rip flatter areas.

Inspector's Signature 18 10 Date: 11 13 106

PBB·pb

cc: Valyn Davis, Ziegler

Gordon Ziegler, Ziegler Stan Perkes, State BLM Office Pete Sokolosky, Vernal BLM

Attachment: Photos

ATTACHMENT

Photographs

M0470013, Ziegler Chemical and Mineral Operations, Ziegler Chemical and Mineral

Inspection Dated: October 31, 2006; Report Dated: November 8, 2006



Photo 1. The reclaimed access road is in the foreground. Note the roughening.



Photo 2. The Cowboy Mine site. Reclamation has been completed except for removal of this building, final grading, surface preparation, and seeding.



Photo 3. New shaft of the Cowboy North Vein. Note the wood collar. Excavation is being done by hand.



Photo 4. Another view of the shaft on the Cowboy North Vein.